



CORPORATION NAME

FEDERAL IDENTIFICATION NUMBER

Schedule H-2 Credit Recapture**2003**

Complete this schedule if the corporation has Brownfields tax credit, Economic Opportunity Area tax credit, Investment tax credit, Low-Income Housing tax credit, or Vanpool tax credit to recapture.

Complete one Schedule H-2 for each type of credit being recaptured. ☐ Fill in if completing additional Schedules H-2

Type of credit being recaptured. Fill in applicable oval:

☐ Brownfields ☐ Economic Opportunity Area ☐ Investment ☐ Low-Income Housing ☐ Vanpool

Recapture Calculation

1	Amount of original credit	1	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
2	Month and year property was placed in service.	2	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
3	Total months of useful life	3	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
4	Month and year property was disposed of or ceased to be in qualified use	4	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
5	Number of months property was in qualified use	5	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
6	Adjusted credit percentage. Divide line 5 by line 3	6	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
7	Recapture percentage. Subtract line 6 from 1.0	7	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
8	Tentative recapture tax. Multiply line 7 by line 1	8	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
9	Portion of original credit not used to offset any tax. See instructions	9	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>
10	Credit to be recaptured. Subtract line 9 from line 8. Do not enter less than "0." Enter here and on Form 355 or Form 355C, line 4; Form 355S, line 7; or on other appropriate tax form	10	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>	<input type="text"/>

Instructions

If property is disposed of or ceases to be in qualified use prior to the end of its useful life, the difference between the Investment Tax Credit, Brownfields Credit, Economic Opportunity Area Credit and Low-Income Housing Credit taken and the credit allowed for actual use must be added back in the excise calculation. The recapture amount is additional tax in the year the property is disposed of. The amount of the credit allowed for actual use equals the amount of the original credit multiplied by the months of actual use divided by the total months of useful life.

If the taxpayer's records show that a portion or all of the original credit was never used to offset tax, the recapture tax may be reduced by the unused amount. To substantiate any amount in line 9, taxpayers are required to complete and enclose the Schedule H-2 Worksheet (Recapture Offset Worksheet) or enclose their own schedule, provided it performs the same calculations as the worksheet. The worksheet is available by visiting the DOR's website at www.mass.gov/dor by calling the Customer Service Bureau at (617) 887-MDOR.

For further information refer to DOR Directive 89-7.